TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1843 – SB 1846

February 10, 2022

SUMMARY OF BILL: Expands the definition of provider-based telemedicine to include HIPAA compliant audio-only conversations for healthcare services when other means are unavailable.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 63-1-155(a)(3), provider-based telemedicine means the use of real time audio, video, or other electronic media and telecommunication technology that enables interaction between a healthcare provider and a patient for the purpose of diagnosis, consultation, or treatment of a patient at a distant site where there may be no in-person exchange between a healthcare provider and a patient.
- According to information provided by the Division of TennCare (Division), the Division's managed care organizations (MCOs) have been covering audio-only telemedicine services for all healthcare services when other forms of telemedicine are not available since the start of the COVID-19 public health emergency (PHE). The proposed legislation would require the Division to continue to provide this coverage once the PHE ends. Therefore, the proposed legislation would not create a change to the Division and would have no fiscal impact.
- Tennessee state employee health insurance plans already offer covered telemedicine visits. BlueCross BlueShield of Tennessee began covering audio-telemedicine in March 2020 and Cigna updated its policy in January 2021, which covers minor medical conditions via video or phone. Therefore, the proposed legislation will create no additional costs to state government.
- There will be no fiscal impact on the operations of the Department of Commerce and Insurance.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

• The proposed legislation creates no significant fiscal impact to jobs or commerce in Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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